

**MINUTES OF THE FORMAL BOARD OF DIRECTORS' MEETING
AUGUST 27, 2015**

WATER PLANNING COMMITTEE

CALL TO ORDER/ROLL CALL

Chair Tu called the Water Planning Committee Meeting to order at 9:00 a.m. Committee members present were Chair Tu, Vice Chairs Brady and Evans and Directors Ayala*, Boyle*, Fong-Sakai*, Hall, Kennedy, Lewinger, Linden*, Miller and Simpson. Directors Murtland, Preciado and Wornham were absent. Also present were Directors Arant, Gallo*, Guerin*, Heinrichs, Hogan, Olson, Saxod, Steiner, Verbeke, Watkins, Watton*, Weston, Williams* and Wilson and Supervisor Roberts. At that time, there was a quorum of the Committee.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Water Resources Director Yamada, Water Resources Managers Frieauf and Purcell, Principal Water Resources Specialist Bombardier, and Water Resources Specialist Schnell.

ADDITIONS TO THE AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to speak.

CHAIR'S REPORT

Chair Tu welcomed those present and reviewed the meeting agenda. She reported there would be a public hearing at the September 24, 2015 meeting of the Water Planning Committee to receive comments on the Draft Mitigated Negative Declaration for the Pipeline 4 Relining at Lake Murray project.

DIRECTORS' COMMENTS

There were no Directors' comments.

I. CONSENT CALENDAR

There were no Consent Calendar items.

II. ACTION/DISCUSSION

1. Work Plan for Preparation of the Water Authority's 2015 Urban Water Management Plan.

* Director Williams arrived at 9:05 a.m.

Ms. Frieauf presented information on the background, main elements, and tentative timeline and actions for preparing the Water Authority's 2015 Urban Water Management Plan.

* Directors Fong-Sakai and Boyle arrived at 9:12 a.m. and 9:15 a.m., respectively. At that time there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff responded to questions posed by Director Kennedy.

2. Drought Response Activities.

2-A. Update on Water Supply Conditions and Drought Response Activities.

Ms. Schnell presented information on the National Oceanic and Atmospheric Administration (NOAA) Climate Prediction Center's El Niño Advisory, indicating an El Niño would have a greater than ninety percent chance of continuing through the winter and an eighty-five percent chance it would last into early spring. Additional information presented included an update of member agency conservation since June 2015, in accordance with the State Water Resources Control Board's emergency conservation regulation of May 2015, and total potable municipal and industrial water use with adjustments for growth and weather.

Staff responded to questions posed by Director Hogan.

2-B. Fiscal Year 2016 water supply allocation monitoring.

Mr. Bombardier presented information on a new monthly report that monitored municipal and industrial fiscal year 2016 supply allocations. His presentation included a timeline of events that led to allocations; a comparison of deliveries to targets; and a comparison of cumulative Metropolitan deliveries (less Quantification Settlement Agreement supplies) to the Water Authority's fiscal year 2016 Metropolitan allocation.

Staff responded to questions and comments posed by Directors Brady, Wilson, Kennedy, Lewinger and Arant.

* Directors Guerin and Watton arrived at 9:35 a.m.

3. Modification to Yuima Municipal Water District's fiscal year 2016 Municipal and Industrial Supply Allocation.

Member Agency General Managers' recommendation:

Approve a modification to Yuima Municipal Water District's fiscal year 2016 Municipal and Industrial Supply Allocation to provide an additional 2,529 acre-feet under the loss of local supply adjustment.

Ms. Frieauf presented information on the background leading to the Yuima Municipal Water District's request for modification to fiscal year 2016 municipal and industrial supply allocation, as well as the authority for allowing the modification to be granted.

Director Brady moved, Director Kennedy seconded, a motion to approve the Member Agency General Managers' recommendation. Staff responded to questions and comments posed

by Directors Hall, Evans and Lewinger, after which the motion to approve the Member Agency General Managers' recommendation passed unanimously.

* Director Linden left the meeting at 10:08 a.m. Directors Ayala and Gallo arrived at 10:00 a.m. and 10:10 a.m., respectively.

4. Report on State Water Resources Control Board Conservation Next Steps.

Upon request, Ms. Frieauf gave an impromptu report on the August 26, 2015 meeting held by State Water Resources Control Board staff to discuss and define with stakeholders next steps for conservation policy development and to develop consensus-based concepts for ongoing conservation regulations.

Staff responded to questions and comments posed by Directors Ayala, Lewinger, Arant, Watton, Weston and Hogan. Staff was directed to include regular updates on the State Board and its staff's conservation regulation planning in the monthly Supply Conditions and Drought Response Activities report, and was encouraged to look into engaging the support of state legislators in the matter, as well as developing a strategy that would examine legal options and coalition-building.

III. INFORMATION

The following information item was received and filed:

1. Water Resources report

Mr. Hentschke took the Committee into Closed Session at 10:22 a.m.

IV. CLOSED SESSION

1. CLOSED SESSION:
Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: San Diego Coastkeeper v. SDCWA;
San Diego Superior Court Case No. 37-2014-00013216-CU-JR-CTL

Mr. Hentschke brought the Committee out of Closed Session at 10:30 a.m. and reported the Committee unanimously recommended cost recovery, including costs to prepare an adequate record, and authorizing the General Counsel to amend the legal service agreement to increase the fee amount by \$55,000 to \$255,000.

V. ADJOURNMENT

Chair Tu adjourned the meeting at 10:32 a.m.

IMPORTED WATER COMMITTEE
CALL TO ORDER / ROLL CALL

Chair Watton called the Imported Water Committee meeting to order at 10:37 a.m. Committee members present were Chair Watton, Vice Chairs Verbeke and Saxod, and Directors

Evans, Guerin*, Heinrichs*, Hogan, Olson, Steiner, Weston, Wilson, and Supervisor Roberts. Directors Barnum, Madaffer, and Murtland were absent. Also present were Directors Arant, Ayala, Boyle, Brady, Fong-Sakai, Gallo, Hall, Hilliker, Kennedy, Lewinger, Miller, Muir, Preciado, Simpson, Tu, Watkins, and Williams. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present included General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, MWD Program Director Chen, and Colorado River Program Director Denham.

* Directors Evans and Heinrichs arrived at 10:38 a.m.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to speak.

CHAIR'S REPORT

Chair Watton reported that during an investigation of an abandoned mine in Colorado in early August, the EPA triggered the release of approximately 3 million gallons of contaminated water in the Animas River. After a week-long closure, the river was declared safe for recreation, irrigation and drinking water by Colorado and New Mexico state officials. As to the Colorado River and our water supplies, staff doesn't anticipate any indicator of a problem to the water quality.

He also reported that last month, the U.S. Bureau of Reclamation posted the Draft Environmental Impact Statement (EIS) for the Coordinated Long-Term Operation of the Central Valley Project (CVP) and the State Water Project (SWP). The EIS was ordered by the courts to determine whether the implementation of the current "Reasonable and Prudent Alternatives" resulting from the biological opinions causes a significant effect to the human environment. As part of the Record of Decision, the Bureau would identify mitigation measures selected to lessen the significant impacts. Water Authority staff provided comments in preparation of the Draft's release.

Chair Watton stated that over the past few decades, State and Federal agencies had been looking for ways to resolve conflicts in the Delta, adding that Governor Brown had made it one of his priorities. The Water Authority supports a Delta fix, the questions the board had were: What is the appropriate Delta fix that has the widest support and is affordable – and – has the best chance to be implemented? And for the San Diego ratepayers, how much water will we get and at what price? To help the board make an informed decision, the Imported Water committee, over the past two-and-a-half years, had heard presentations by stakeholders and staff's analysis on Delta fix options. He announced that at 11:00 a.m., time certain, guest

speakers John Laird, Secretary of the California Natural Resources Agency and Karla Nemeth, Deputy Secretary would present to the board.

DIRECTORS' COMMENTS

There were no Directors' comments.

I. CONSENT CALENDAR

There were no consent calendar items.

II. ACTION/DISCUSSION

1. Metropolitan Water District Issues and Activities update.

1-A Metropolitan Water District Delegates report.

The delegates reported on discussion and actions taken at the recent MWD board meetings. Following the report outs, Directors asked questions and made comments.

At that time the agenda was taken out of order.

3. Bay Delta Activities.

3-A Presentation on the California WaterFix Plan and California Eco Restore.

Secretary John Laird and Deputy Secretary for Water Policy Karla Nemeth of California Natural Resources Agency made a joint presentation on the state's perspectives on the California WaterFix and California Eco Restore. In response to the Water Authority's prior comments on cost allocation, Ms. Nemeth made clear that "no water agencies, including the San Diego County Water Authority, is going to be asked to support a project when it does not yet have a financing plan and a complete understanding of the cost." Following the presentation, Directors asked questions and made comments.

1. Metropolitan Water District Issues and Activities update.

1-B Metropolitan Water District's 2015 Integrated Resources Plan Update.

Ms. Chen provided an overview of MWD's 2015 Update to its Integrated Resources Plan (IRP) and the next steps. Following the presentation, Directors asked questions and made comments. Director Arant requested a presentation by MWD staff on the 2015 IRP update at the September 24, 2015 board meeting. Staff made note and said they would follow up.

2. Colorado River Programs.

2-A Colorado River Board Representative's report.

Director Wilson reported on discussions at the August Colorado River Board meeting.

III. INFORMATION

1. Metropolitan Water District Program Report.

Ms. Chen noted a correction to the Metropolitan Water District Program Report board memo, pointing out that the MWD Board did not vote on the salary adjustments for the direct report staff.

Chair Watton announced there would be no closed session.

IV. CLOSED SESSION

1. CLOSED SESSION:
Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: SDCWA v. Metropolitan Water District of Southern California
Case Nos. CPF-10-510830; CPF-12-512466; and CPF-14-514004

2. CLOSED SESSION:
Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: State Water Resources Control Board
Petition of Imperial Irrigation District for Modification of Revised Water Rights
Order 2002-0013

V. ADJOURNMENT

There being no further business to come before the Imported Water Committee, Chair Watton adjourned the meeting at 12:10 p.m.

ENGINEERING AND OPERATIONS COMMITTEE
CALL TO ORDER / ROLL CALL

Chair Williams called the Engineering and Operations Committee meeting to order at 1:00 p.m. Committee members present were Chair Williams, Vice Chairs Miller and Watkins, and Directors Arant, Ayala, Boyle, Brady, Croucher, Heinrichs, Hogan, Morrison, Olson, and Simpson. Committee members absent were Directors Linden and Razak. Also present were Directors Evans, Fong-Sakai, Guerin, Hilliker, Kennedy, Lewinger, Preciado, Saxod, Steiner, Tu, Verbeke, Watton, Weston, Wilson, Wornham, and Supervisor Roberts. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Operations and Maintenance Eaton, Director of Engineering Reed, Engineering Manager Bousquet, and Senior Engineers Fountain and Kavanagh.

Mr. Hentschke took the Committee into Closed Session at 1:02 p.m.

I. CLOSED SESSION

1. CLOSED SESSION:

Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)

Name of Case: Scripps Nob Hill Homeowners Association v. SDCWA; San
Diego Superior Court Case No. 37-2015-00022131-CU-OR-CTL

Mr. Hentschke brought the committee out of closed session at 1:08 p.m. and stated that there was no reportable action.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to speak.

DIRECTORS' COMMENTS

There were no Directors' comments.

CHAIR'S REPORT

Chair Williams thanked Board Members for attending, and staff for organizing the tour of the Carlsbad Desalination Plant on August 20, 2015.

Chair Williams also announced that the annual Engineering and Operations Tour was scheduled for Thursday, October 29, 2015 and would visit Lake Hodges, Olivenhain Dam, and the San Vicente Dam sites. He asked Board Members to complete and return the RSVP form no later than September 24, 2015.

I. CONSENT CALENDAR

There were no Consent Calendar items.

II. ACTION/DISCUSSION

1. Construction contract for the Nob Hill Improvements project.

Staff recommendation: Authorize the General Manager to award a construction contract to L.H. Woods and Sons, Inc. in the amount of \$9,987,970 for Nob Hill Improvements project.

Mr. Fountain gave a presentation on the construction contract for the Nob Hill Improvements project including background on the project, an aerial photo of the pipeline and staging area, bid process and summary, and recommendation.

Director Ayala moved, Director Heinrichs seconded, and the motion to approve staffs' recommendation passed unanimously.

III. INFORMATION

1. Advertisement for bids for the Miramar Pump Station Rehabilitation project.

Ms. Kavanagh gave a presentation on the pending advertisement for bids for Miramar Pump Station Rehabilitation project. She provided a brief background of the project purpose and need, and reviewed the project schedule and construction cost estimate.

IV. ADJOURNMENT

There being no further business to come before the Engineering and Operations Committee, Chair Williams adjourned the meeting at 1:17 p.m.

LEGISLATION, CONSERVATION AND OUTREACH COMMITTEE **CALL TO ORDER/ROLL CALL**

Chair Croucher called the Legislation, Conservation and Outreach Committee to order at 1:24 p.m. Committee members present were Chair Croucher, Vice Chairs Guerin and Steiner, and Directors Gallo, Hall, Hilliker, Madaffer, Morrison, Muir, Preciado, Saxod, Tu and Supervisor Roberts. Committee member absent was Director Barnum. Other Board members present were Directors Arant, Ayala, Brady, Evans, Fong-Sakai, Heinrichs, Hogan, Kennedy, Lewinger, Miller, Olson, Simpson, Verbeke, Watkins, Watton, Weston, Williams, Wilson and Wornham. At that time there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present were General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Government Relations Manager Farrel, Public Affairs Senior Manager Vedder, Public Affairs Supervisor Penunuri and Public Affairs Representative II Otero. Also present was legislative representative Bob Giroux.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to speak.

CHAIR'S REPORT

Chair Croucher reported that on August 13, 2015, the Water Authority hosted a briefing and preview tour of the Carlsbad Desalination Project for representatives and staff of the San Diego state legislative and congressional delegations. Senator Marty Block and Assemblymembers Rocky Chavez and Brian Jones attended the tour as well as staff from the offices of Assemblymember Brian Mainschein and from the congressional offices of Darrell Issa and Juan Vargas. He reported that Water Authority staff was already beginning the process of developing a program for the 2016 legislative session and that staff would provide an update in September 2015.

I. CONSENT CALENDAR

1. Adopt positions on various state bills.

Staff recommendation:

1. Adopt a position of Support and Seek Amendments on S. 1894 (Feinstein).

Director Steiner moved, Director Muir seconded, and the motion to approve staffs' recommendation passed unanimously.

II. ACTION/DISCUSSION

1. Legislative Issues.

1-A Washington Report by Ken Carpi.

1-B Sacramento Report by Bob Giroux.

Mr. Giroux provided a Sacramento update and updates on Water Authority sponsored bills AB 149 (Assemblymember Chavez), SB 208 (Senator Lara) and AB 349 (Assemblymember Gonzalez). He reported that Senator Jean Fuller (R-Bakersfield) had filled the role of Senate Republican Leader.

III. INFORMATION

1. Presentation on Small Contractor Outreach and Opportunities Program (SCOOP) Review.

Ms. Penunuri presented a history and review of the SCOOP Program including services provided and accomplishments throughout the years.

2. Presentation on Drought Response Communications and Outreach Update.

Ms. Vedder provided an update on drought response communications and outreach efforts and highlighted recent activities of the "When in Drought" campaign. She reported that staff continued expanding community partnerships, such as the new one with San Diego Unified School District. They would be placing co-branded yard signs in front of all their schools, starting the first day of school on September 8, 2015, showing they were doing their part in saving water by having their lawns turn brown during the drought. She reported that new conservation tools were in development such as online landscape education for homeowners which include videos and materials, as well as water-efficient training for professionals. The launch date for both items was expected this fall.

Ms. Otero provided an overview on the newly launched "When in Drought" regional water waste app. She reviewed some features such as easily reporting water waste, water-use restrictions and conservation programs, and tips for reducing indoor and outdoor water use.

3. Community Presentation on the Water Authority.

Mr. Cushman presented an overview of the latest standard community presentation to be used when providing presentations on behalf of the Water Authority.

The following information items were received and filed:

4. Status Report on Legislation and Legislative Positions.
5. Government Relations Update.

IV. ADJOURNMENT

There being no further business to come before the Legislation, Conservation and Outreach Committee, Chair Croucher adjourned the meeting at 2:25 p.m.

ADMINISTRATIVE AND FINANCE COMMITTEE

CALL TO ORDER / ROLL CALL

Chair Arant called the Administrative and Finance Committee meeting to order at 2:30 p.m. Committee members present were Chair Arant, Vice Chair Wilson, Directors Fong-Sakai, Gallo, Hilliker, Kennedy, Lewinger, Muir, Verbeke, Watkins, Watton, Weston, Williams, and Wornham. Committee member absent was Vice Chair Razak. Also present were Directors Ayala, Croucher, Evans, Guerin, Hall, Heinrichs, Hogan, Miller, Morrison, Murtland, Olson, Preciado, Simpson, Steiner, Tu, and Supervisor Roberts. At that time, there was a quorum of the Board, and the meeting was conducted as a meeting of the Board; however, only committee members participated in the vote.

Staff present was General Manager Stapleton, General Counsel Hentschke, Deputy General Managers Belock and Kerl, Assistant General Manager Cushman, Director of Finance/Treasurer Harris, Director of Administrative Services Brown, Financial Planning Manager Shank, Financial Resources Manager Celaya, and Human Resources Manager Spaniol.

ADDITIONS TO AGENDA

There were no additions to the agenda.

PUBLIC COMMENT

There were no members of the public who wished to speak.

CHAIR'S REPORT

Chair Arant announced that on September 9, 2015, the Water Authority plans to execute an advance refunding of select 2008A and 2010A bonds. The savings to be achieved from the transaction was anticipated to be between \$7 million to \$13 million.

Chair Arant announced that Moody's affirmed the Water Authority's aa2 rating with a stable outlook. Staff expects Fitch and Standards & Poor's to affirm their current ratings with a stable outlook in early September of 2015.

DIRECTORS' COMMENTS

There were no Directors' comments.

I. CONSENT CALENDAR

1. Treasurer's Report.

Staff recommendation: Note and file the monthly Treasurer's report.

Director Williams moved, Director Muir seconded, and the motion to approve staffs' recommendation passed unanimously.

II. ACTION/DISCUSSION

1. Resolution establishing amount due from the city of San Diego for the In-Lieu Charge as a condition of providing water service for fiscal year 2016.

Staff recommendation: Adopt Resolution No. 2015-19 establishing an amount due of \$1,999,945.77 from the city of San Diego for the In-Lieu Charge for fiscal year 2016.

Ms. Celaya provided a brief presentation including historical context and calculation of the In-Lieu of Charge.

Director Wornham moved, Director Muir seconded, and the motion to approve staffs' recommendation passed unanimously.

III. INFORMATION

1. Presentation on Succession Planning.

Ms. Stapleton and Ms. Spaniol provided a presentation on the Water Authority's Succession Planning program, including the 2013 succession planning regional outlook, the succession management process, key competencies of executive and senior managers, competency assessment efforts, succession planning tools, and next steps.

Directors asked questions and Ms. Stapleton and Ms. Spaniol provided answers.

The following items were noted and filed:

2. Annual Report on Water Standby Availability Charge deferrals;
3. Annual Report on Water Authority memberships;
4. Reimbursements to Board members and staff per Government Code §53065.5;
5. Controller's Report on Monthly Financial Statements;
6. Board Calendar.

V. CLOSED SESSION

There were no closed session items.

VI. ADJOURNMENT

There being no further business to come before the Administrative and Finance Committee, Chair Arant adjourned the meeting at 2:50 p.m.

FORMAL BOARD OF DIRECTORS' MEETING OF AUGUST 27, 2015

1. **CALL TO ORDER** Chair Weston called the Formal Board of Directors' meeting to order at 3:00 p.m.
2. **SALUTE TO THE FLAG** Director Arant led the salute to the flag.
3. **ROLL CALL, DETERMINATION OF QUORUM**
Secretary Madaffer called the roll. Directors present were Arant, Ayala, Brady, Croucher, Evans, Fong-Sakai, Gallo, Guerin, Hall, Heinrichs, Hilliker*, Hogan, Kennedy, Lewinger, Madaffer, Miller, Morrison, Muir, Murtland, Olson, Preciado, Saxod, Simpson, Steiner, Tu, Verbeke, Watkins, Watton, Weston, Williams, Wilson, Wornham, and Supervisor Roberts. Directors absent were Barnum (p), Boyle, Linden (p) and Razak.

3-A **Report on proxies received.** Director Verbeke was the proxy for Director Linden, and Chair Weston was the proxy for Director Barnum.
4. **ADDITIONS TO AGENDA**
There were no additions to the agenda.
5. **APPROVAL OF MINUTES**
Director Lewinger moved, Director Brady seconded, and the motion carried at 94.14% of the vote to approve the minutes of the Formal Board of Directors' meeting of July 23, 2015.
6. **OPPORTUNITY FOR MEMBERS OF THE PUBLIC WHO WISH TO ADDRESS THE BOARD ON MATTERS WITHIN THE BOARD'S JURISDICTION**
Stan Hudson addressed the Board regarding the Carlsbad Desalination Project and water supply issues, including a request for additional taxes imposed on new construction. Catherine Dickerson of Solana Beach addressed the Board regarding the State mandated water restrictions.

* Director Hilliker arrived at 3:08 p.m. after the vote for approval of the July 23, 2015 minutes.
7. **PRESENTATIONS AND PUBLIC HEARINGS**
7-A City of Del Mar Overview – Eric Minicilli, Public Works Director.

Chair Weston welcomed Eric Minicilli, Public Works Director for the city of Del Mar. Mr. Minicilli provided a presentation including an overview of the district, brief historical timeline of the city of Del Mar, managed pipelines and water connections, treatment facilities, and boundaries and facilities map overview. He also discussed drought management efforts, and the Del Mar swap agreement with Solana Beach utilizing reclaimed water.

7-B Recognition of Lynn True, Management Analyst, Employee of the 4th Quarter.

Chair Weston and Ms. Stapleton recognized Management Analyst Lynn True as employee of the 4th Quarter.

8. **REPORTS BY CHAIRS**

8-A Chairs report: Chair Weston reported on various meetings and engagements that he attended in the month of August including a drought message taping for airing on KNSD, a meeting with the Governor regarding reduction and demand, and water supply issues on August 11, 2015, a tour of the Carlsbad Desalination facility for local State legislators and their staff on August 12, 2015, the State of the City Address in Carlsbad, and a presentation he provided at the Urban Water Institute Annual Conference on August 26, 2016 regarding water supply development and drought preparedness and strategies. He announced that on Monday, August 31, 2015 he would be providing one of the welcoming presentations at the International Desalination Conference in San Diego where he would be discussing the Carlsbad Desalination Facility.

He concluded his report by announcing construction being completed on the Kearny Mesa office Board Chambers.

* Director Murtland left the meeting at 3:10 p.m.

8-B Report by Committee Chairs.

Water Planning Committee. Director Tu reviewed the meeting and the actions taken.

Imported Water Committee. Director Watton stated that no action was taken.

Engineering and Operations Committee. Director Williams reviewed the meeting and the action taken.

Legislation, Conservation and Outreach Committee. Director Croucher reviewed the meeting and the action taken.

Administrative and Finance Committee. Director Arant reviewed the meeting and the actions taken.

9. **CONSENT CALENDAR**

Director Tu moved, Director Brady seconded, and the motion carried at 92.66% of the vote to approve the consent calendar. Directors voting no or abstaining are listed under the item number.

9- 1. Modification to Yuima Municipal Water District's fiscal year 2016 Municipal and Industrial Supply Allocation.

Approve a modification to Yuima Municipal Water District's fiscal year 2016 Municipal and Industrial Supply Allocation to provide an additional 2,529 acre-feet under the loss of local supply adjustment.

- 9- 2. Construction contract for the Nob Hill Improvements project.
Authorize the General Manager to award a construction contract to L.H. Woods and Sons, Inc. in the amount of \$9,987,970 for the Nob Hill Improvements project.
- 9- 3. Adopt positions on various state bills.
Adopt a position of Support and Seek Amendments on S. 1894 (Feinstein).
- 9- 4. Treasurer's Report.
Note and file the monthly Treasurer's report.
- 9- 5. Resolution establishing amount due from the city of San Diego for the In-Lieu Charge as a condition of providing water service for fiscal year 2016.
Adopt Resolution No. 2015- ___ establishing an amount due of \$1,999,945.77 from the city of San Diego for the In-Lieu Charge for fiscal year 2016.
- 9- 6. **ACTION FOLLOWING CLOSED SESSION**
San Diego Coastkeeper v. SDCWA; San Diego Superior Court Case No. 37-2014-00013216-CU-JR-CTL.
Seek cost recovery including costs to prepare adequate record and authorize General Counsel to amend legal service agreement to increase fee amount by \$55,000 to \$255,000.
10. **ACTION/DISCUSSION**
11. **SPECIAL REPORTS**
- 11-A GENERAL MANAGER'S REPORT – Ms. Stapleton reminded the Board of the upcoming Engineering and Operations tour and asked the Directors to complete the RSVP form.
- 11-B GENERAL COUNSEL'S REPORT – Mr. Hentschke stated there was nothing to report.
- 11-C SANDAG REPORT – Vice Chair Muir stated there was nothing to report.
SANDAG Subcommittee: Borders/Regional Planning Committee – Director Olson reported on the discussions and actions taken at the SANDAG Borders/Regional Planning Committee, including an overview of a presentation provided during the meeting by Dan Denham.
- 11-D AB 1234 Compliance Reports – No reports were given.
12. **CLOSED SESSION(S)**
Mr. Hentschke took the Board into Closed Session on items 12-5 and 12-6. at 3:32 p.m.

- 12-1. **CLOSED SESSION:**
Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: San Diego Coastkeeper v. SDCWA;
San Diego Superior Court Case No. 37-2014-00013216-CU-JR-CTL
- 12-2. **CLOSED SESSION:**
Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: SDCWA v. Metropolitan Water District of Southern California;
Case Nos. CPF-10-510830; CPF-12-512466; and CPF-14-514004
- 12-3. **CLOSED SESSION:**
Conference with Legal Counsel - Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: State Water Resources Control Board
Petition of Imperial Irrigation District for Modification of Revised Water Rights
Order 2002-0013
- 12-4. **CLOSED SESSION:**
Conference with Legal Counsel – Existing Litigation
Government Code §54956.9(d)(1)
Name of Case: Scripps Nob Hill Homeowners Association v. SDCWA;
San Diego Superior Court Case No. 37-2015-00022131-CU-OR-CTL
- 12-5. **CLOSED SESSION:**
Public Employee Performance Evaluation
Government Code §54957 – Title: General Manager

Conference with Labor Negotiators, Government Code §54957.6
Designated Board Representatives: Chair, Vice-Chair, Secretary
Unrepresented Employee: General Manager
- 12-6. **CLOSED SESSION:**
Public Employee Performance Evaluation
Government Code §54957 – Title: General Counsel

Conference with Labor Negotiators, Government Code §54957.6
Designated Board Representatives: Chair, Vice-Chair, Secretary
Unrepresented Employee: General Counsel
13. **ACTION FOLLOWING CLOSED SESSION**

- 13- 1. Approve amendments to employment agreements with General Manager and General Counsel.

Board Officers' recommendation: Approve amendments to the employment agreements with the General Manager and General Counsel.

No action was taken.

14. **OTHER COMMUNICATIONS**

15. **ADJOURNMENT**

The meeting was adjourned at 4:25 p.m.



Mark Weston, Chair



Mark Muir, Vice Chair



Melinda Cogle, Clerk of the Board